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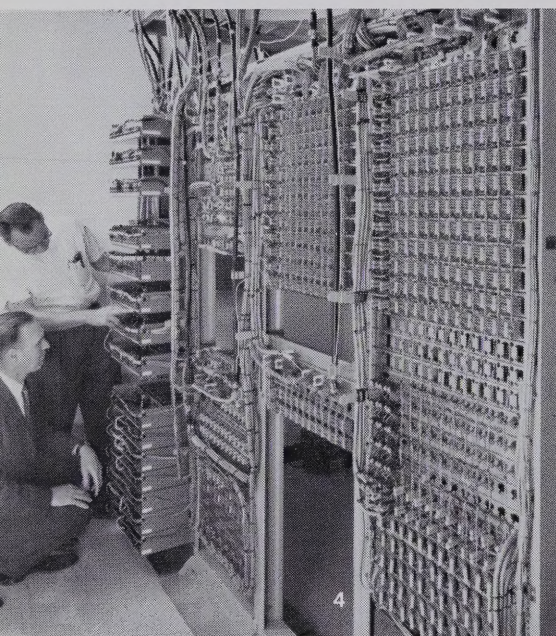


STANDARD RADIO LIMITED

1965-66

41st Annual Report

YEAR ENDED MARCH 31, 1966



1. Stage, screen, and TV star Michael Rennie was one of many celebrities visiting Toronto and making a guest appearance on CFRB.

2. Cake-cutting ceremonies marked the 33rd anniversary of St. Lawrence Starch Company's sponsorship of CFRB's "Sportviews", a broadcasting record in North America. Pictured left to right, Mr. Cran, W. T. Gray and W. L. Gray, President and Vice-President of St. Lawrence Starch, and CFRB's Donald Hartford.

3. Canada's largest radio audience wakes up each weekday morning to Wally Crouter, here shown broadcasting from the new CFRB studios.

4. Equipment in the new CFRB/CKFM studios is the most advanced design in Canada and the United States. Clive Eastwood, Director of Engineering, is shown with Cliff Simpkins, Maintenance Engineer.

5. The glamorous Kim Novak was another of the movie stars visiting CFRB studios for interview during the year.

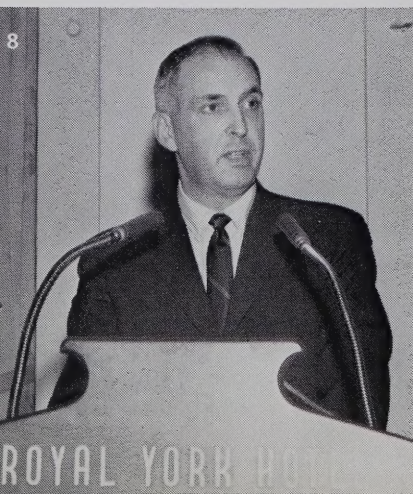
6. Jack Dennett, Bob Hesketh, Bill Hutton, and Gordon Sinclair welcomed Montreal Mayor Drapeau to CFRB's popular "Let's Discuss It" Show, featuring a discussion of Expo '67.

7. The CFRB-conceived "Pro Drivers Club" program, now in its fourth year, has over 6,000 teenage graduates. 6,000th "Pro Driver" Linda Bullick shown here, received her graduating certificate from Inspector Charles Pearsall, Metro Toronto Police, after a traffic patrol flight in the helicopter with Eddie Luther.

8. Ottawa Correspondent for CFRB and CJAD, Arthur Harnett, addressed both Montreal and Toronto Canadian Clubs giving listeners first-hand accounts of conditions in Rhodesia, following his visit to that troubled land.

9. City Hall Reporter Ralph Errington, and News Director Bill Hutton at work in the recording section of the new CFRB Newsroom.

10. Well-known Canadian painter, A. Y. Jackson, one of the original "Group of Seven", during an interview in the new CFRB studios.



F. COULTER DEACON
JOHN S. DEACON
J. REG. FINDLEY
DONALD M. DEACON
ROBERT D. TELFER
CHARLES N. POWER
JOHN W. HETHERINGTON
DONALD A. JEWITT
JOHN C. MOORHOUSE
HAROLD J. KNIGHT
ROBERT C. STONE
ARTHUR J. THOMAS

H. DEACON & COMPANY LIMITED

Business Established 1897
Members The Toronto Stock Exchange

DEACON FINDLEY COYNE LIMITED

Members Investment Dealers' Association of Canada
Government, Municipal and Corporation Bonds

CABLE
"DEACON" TORONTO
TELEX 02-2240

181 BAY STREET • TORONTO 1 CANADA • EMPIRE 2-4492

STANDARD RADIO LIMITED

Capitalization - March 31, 1966

Common Shares NPV (1,078,925 outstanding) \$4,988,790

Note:

50,000 shares are reserved for employee options. 31,975 shares have been allotted at prices ranging between \$11.81 to \$19.63 per share, expiring within five years.

Standard Radio, through subsidiaries, owns and operates radio stations in Toronto and Montreal, and through a time sales division represents other radio and TV stations in Canada and the U.S. The Company has four operating subsidiaries:

1. CFRB Ltd., operating Toronto's CFRB, CFRX a short wave station, CKFM a frequency modulated transmitter, and a background music service established April 1966.
2. CJAD Ltd., operates the English language station in the Montreal area, CJFM a frequency modulated transmitter, and a background music service established in early 1963.
3. Standard Broadcast Sales operates as a time sales representative, preparing and selling radio programmes to other Canadian stations lacking facilities to prepare their own programmes.
4. Canadian Standard Broadcast Sales operating similarly to Standard Broadcast but in the U.S. and represents several Canadian radio and TV stations.

The acquisition of CJAD Montreal, in 1960, proved to be an important step in rapid earnings growth. While a detail breakdown of earnings from various subsidiaries is not provided, it is believed that the two main subsidiaries CFRB and CJAD are the major contributors to earnings. Revenue and production costs are not disclosed. Operating profit, before depreciation, increased from \$1,230,459 in 1962 to \$2,698,388 in 1966, up 144.6%. Net profit before investment income and land sale, increased 127.0%. Rate of return on total investment has consistently exceeded 30% per annum.

Working capital increased from \$1.5 million to \$3.5 million; its ratio, from 3.7-1 to 4.4-1, apparently on the high side for a service industry. Funds in excess of normal requirements appear to have been invested in the short term money market, and as such, represent funds available for investment situations as warranted. Total assets grew from \$2.3 million in 1961 to \$6 million in 1966, up 162.9%, and common equity from \$1.9 million to \$5.0 million, 164.6%.

Future Growth

With the dominant position now held in the two major Canadian marketing areas, future growth is likely to depend on further acquisitions of additional broadcasting licences, development of background music and sales representation subsidiaries. Presently, CFRB Ltd. has applied for a TV licence in the Toronto area. Should it be granted, it would result in substantial long term benefits to Standard. The large capital investment required, up to \$10 million, would be within Standard's financial capabilities as the Company is debt-free and has a strong working capital position. Assuming a 2 - 3 year period to reach the break-even point and an 8% - 9% return on capital, potential earnings of about \$800,000 could be obtained.

(Continued.....2)

STANDARD RADIO LIMITED

Capitalization - \$1,000,000

\$4,385,700

(1957 Outstanding)

Notes: 1. 100 shares reserved for employee options. 31,975 shares have been allotted at a price ranging between \$11.31 to \$19.63 per share.

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Standard Radio, through subsidiaries, owns and operates radio stations in Toronto and Montreal, and through a time sales division represents other radio and TV stations in Canada and the U.S. The Company has four operating subsidiaries:

1. CTRB Ltd., operating Toronto's CTRB, CTRX, and CTRV stations, a radio network, and a television network.
2. CTRB Ltd., operates the English language radio network, and a television network.
3. CTRB Ltd., operates the French language radio network, and a television network.
4. CTRB Ltd., operates the French language radio network, and a television network.
5. CTRB Ltd., operates the French language radio network, and a television network.

The consolidated financial statements for the year ended December 31, 1960, show a net income of \$1,000,000. The consolidated balance sheet as at December 31, 1960, shows total assets of \$4,385,700 and total liabilities of \$1,000,000. The consolidated cash flow statement for the year ended December 31, 1960, shows a net cash flow of \$1,000,000.

Working capital is maintained at a level of \$1,000,000. The company has a strong working capital position. The company has a strong working capital position. The company has a strong working capital position.

Future Growth

With the continued growth of the radio and television industry, the company is well positioned for future growth. The company has a strong working capital position. The company has a strong working capital position. The company has a strong working capital position.

Dividends

The conservative indicated dividend policy leaves ample room for improvement. In 1966, the payout was 26.7% of after-tax earnings; the present rate 10¢ per share per quarter, is about 30% of last year's net.

Control

Argus Corp. holds 49.5% of the shares outstanding. Standard Radio's Chairman, J. A. McDougald and President, W. C. T. Cran are directors of Argus Corp.

Markets

Since mid-1960 the shares have been in a steep long term uptrend scarcely equalled by any other stock listed on the TSE. Market price has increased from \$2.10 (adjusted for 5-for-1 stock split) to \$26, and has been accompanied by an earnings increase from 19¢ to \$1.17. There is no sign of price trend weakness or reversal. Marketability however, is somewhat limited. During 1966, 90,446 shares were traded on the T.S.E., a monthly average of 7,500. A stock split, similar to the 5-for-1 in 1962, would probably widen distribution and increase marketability.

Since 1962, price/earnings ratio has ranged between a low of about 12 and a high of 21.5. Annual P/E ratio, based on average high-low prices, ranged between 14.9 in 1964 and 18 in 1966. At current market of \$26, the shares sell at 18.6 times 1967 of \$1.40 compared to the current TSE industrial P/E ratio of 16.3. Although rate of increase in annual earnings has declined it appears likely that it will stabilize at about 20% per annum. This would suggest a near term price range of between \$21 and \$30. At current price of \$26, the shares appear to be priced mid way in this range to yield 1.5%.

JTZ

March 1967.

The conservative indicated dividend policy leaves ample room for
 In 1966, the payout was 26.7% of after-tax earnings; the
 rate 10% per share per quarter, is about 30% of last year's net.

Control

Atlantic Corp. holds 49.5% of the shares outstanding. Standard
 Radio's Chairman, J. A. McDougal and President, W. G. E. Chan are directors
 of Atlantic.

Market

Since mid-1960 the shares have been in a steep long term upward
 scarcely equalled by any other stock listed on the NYSE. Market price has
 increased from \$2.10 (adjusted for 5-for-1 stock split) to \$26, and has been
 accompanied by an earnings increase from 19¢ to \$1.17. There is no sign of
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 \$26, the shares appear to be priced mid way in this range to yield 1.5%.

STANDARD RADIO LIMITED

Fiscal Year Ends - March 31

<u>(\$000 omitted)</u>	<u>1966</u>	<u>1965</u>	<u>1964</u>	<u>1963</u>	<u>1962</u>
Operating Profit	2,698	2,372	2,041	1,542	1,230
Depreciation	<u>261</u>	<u>263</u>	<u>347</u>	<u>173</u>	<u>169</u>
	2,437	2,109	1,694	1,369	1,061
Profit on Sale of land	46				
Investment Income	<u>127</u>	<u>82</u>	<u>70</u>	<u>64</u>	<u>36</u>
Net Profit Before Tax	2,610	2,191	1,764	1,433	1,097
Income Tax	<u>1,341</u>	<u>1,122</u>	<u>917</u>	<u>744</u>	<u>578</u>
Net Profit	1,269	1,069	847	689	519
Per Share					
Operating Profit after Dep.	1.02	.92	.72	.58	.45
Land Sold	.04				
Investment Income	<u>.12</u>	<u>.07</u>	<u>.07</u>	<u>.06</u>	<u>.03</u>
Total Reported	1.18	.99	.79	.64	.48
Annual Increase in:					
Operating Profit	13.7%	16.2%	32.4%	25.4%	54.9%
Net Profit before Inv. income and profit from land sale	15.6%	24.4%	23.7%	29.0%	44.2%
Net Profit Reported	18.7%	26.2%	22.9%	32.8%	66.4%
Rate of Return on Total Capital Invested	32.6%	32.1%	35.3%	31.7%	30.8%
Yield on Marketable Investments	3.8%	3.4%	4.1%	3.9%	2.8%
Dividend Payout Rate	26.7%	25.7%	25.4%	30.1%	33.1%
Market Price					
High	24	21 $\frac{1}{4}$	14	10 $\frac{1}{2}$	9
Low	18 $\frac{1}{2}$	12 $\frac{1}{2}$	9 $\frac{1}{2}$	9 $\frac{1}{4}$	5 $\frac{5}{8}$
P/E Ratio High	20.3	21.5	17.7	16.4	18.7
P/E Ratio Low	15.7	12.3	12.0	14.5	11.7

Market Prices
High
Low
P/E Ratio High
P/E Ratio Low

11.7	11.7	12.0	12.3	12.7
10.7	10.7	11.7	12.7	13.7
9.7	9.7	10.7	11.7	12.7
8.7	8.7	9.7	10.7	11.7

Dividend Payout Rate

33.1%	30.1%	30.1%	30.1%	30.1%
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Yield on Marketable Investments

5.8%	3.2%	4.1%	4.1%	4.1%
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Ratio of Dividend on Total Assets Invested

30.3%	31.7%	32.3%	32.1%	32.1%
-------	-------	-------	-------	-------

Net Profit Reported
Less sales
Income and profit from

16.7%	16.7%	16.7%	16.7%	16.7%
17.5%	17.5%	17.5%	17.5%	17.5%

Operating Profit
Less profit before inv.
Income and profit from

13.7%	16.2%	16.2%	16.2%	16.2%
-------	-------	-------	-------	-------

Total Reported

1.1%	1.1%	1.1%	1.1%	1.1%
------	------	------	------	------

Investment Income

1.1%	1.1%	1.1%	1.1%	1.1%
------	------	------	------	------

Operating Profit after
Less sales

1.1%	1.1%	1.1%	1.1%	1.1%
------	------	------	------	------

Net Profit

1.1%	1.1%	1.1%	1.1%	1.1%
------	------	------	------	------

Income Tax

1.1%	1.1%	1.1%	1.1%	1.1%
------	------	------	------	------

Net Profit Before Tax

1.1%	1.1%	1.1%	1.1%	1.1%
------	------	------	------	------

Investment Income

1.1%	1.1%	1.1%	1.1%	1.1%
------	------	------	------	------

Profit on Sale of Inv.

1.1%	1.1%	1.1%	1.1%	1.1%
------	------	------	------	------

(\$000 omitted)

1962	1963	1964	1965	1966
1,061	1,061	1,061	1,061	1,061
1,230	1,230	1,230	1,230	1,230
1,230	1,230	1,230	1,230	1,230



STANDARD RADIO LIMITED

1965-66

41st Annual Report

DIRECTORS AND OFFICERS

BOARD OF DIRECTORS

George Montegu Black, Jr.
W. C. Thornton Cran, C.A.
Pierre P. Daigle
Hon. George B. Foster, Q.C.
W. Leo Knowlton, Q.C.
A. Bruce Matthews, C.B.E., D.S.O., E.D.
John A. McDougald
Maxwell C. G. Meighen, O.B.E.
J. Harry Ratcliffe, C.B.E.

OFFICERS

Chairman of the Board, John A. McDougald
President, W. C. Thornton Cran
Vice-President, Waldo J. Holden
Vice-President, Hollis T. McCurdy
Secretary and Treasurer, D. A. Williams, C.A.
Assistant Secretary, John Mogg, F.C.I.S.
Assistant Treasurer, Mrs. M. M. MacRae

TRANSFER AGENT AND REGISTRAR

Crown Trust Company, Toronto and Montreal

AUDITORS

McDonald, Currie & Co.
Chartered Accountants

BANKERS

Canadian Imperial Bank of Commerce
The Royal Bank of Canada

SUBSIDIARY COMPANIES

CFRB Limited, Toronto
CJAD Limited, Montreal
Standard Broadcast Sales Company Limited
Toronto and Montreal
Canadian Standard Broadcast Sales Inc.
New York

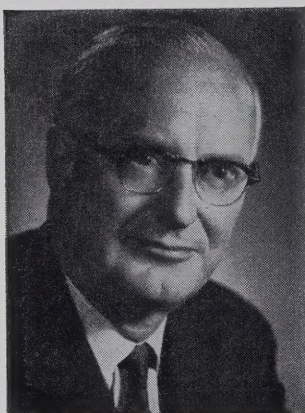
YEAR ENDED MARCH 31, 1966

The Annual Meeting of Shareholders will be held at the Head Office of the Company, 2 St. Clair Avenue West, Toronto, on Wednesday, June 22, 1966, at 2.30 p.m.

REPORT TO THE SHAREHOLDERS



JOHN A. McDOUGALD
Chairman of the Board,



W. C. THORNTON CRAN
President

Your Directors are pleased to present their 41st Annual Report of the Company and to record again a year of continued growth and achievement. Total sales established a new record and, notwithstanding the persistent increase in the costs of operation, the net consolidated earnings of \$1,269,367—equivalent to \$1.17 per share—are the highest in the Company's history. This compares with \$1,068,584 in the preceding year—equivalent to 99.4 cents per share.

The attached comparative statement of earnings summarizes the results achieved in the last six years and clearly illustrates your Company's progress. As at March 31st, 1966, the net working capital of the Company

was \$3,528,697 compared with \$2,652,677 in the previous year.

Effective April 7th, 1966, the annual rate of dividend was increased from 30 cents per share to 36 cents per share.

During the year Mr. Allen A. McMartin submitted his resignation from the Board of Directors. The Board, in accepting his resignation, did so with sincere regret.

CFRB LIMITED — Toronto.

The Toronto radio stations CFRB and CKFM have continued to augment their leadership in the respective fields of AM and FM broadcasting. Early in the year under review, these stations moved to the

new studios at 2 St. Clair Avenue West which have proved eminently satisfactory. This involved considerable expense which has been absorbed to the maximum extent allowable in the year's operations. Notwithstanding this the net profit of CFRB Limited showed an increase over the previous year.

Plans for the CFRB Limited Background Music Division were completed and it commenced operating in April, 1966.

The management of this Company has been further strengthened during the year by the appointment of Mr. Donald H. Hartford as General Manager.

LAND

During the year CFRB Limited sold, on favourable terms, the site it owned on St. Clair Avenue West and the mortgage which resulted from this transaction will mature and be paid during the fiscal year 1966/67. CFRB Limited also acquired additional land adjoining its main transmitter site at Clarkson, Ontario, to protect this valuable installation and provide for possible future requirements.

CJAD LIMITED — Montreal.

Under the leadership of Mr. H. T. McCurdy, Vice-President and General Manager, this subsidiary company, which operates radio stations CJAD and CJFM and CJAD Background Music Division, had another successful year and showed satisfactory results in a highly competitive market, with a considerable increase in its net profit over the preceding year.

STANDARD BROADCAST SALES COMPANY LIMITED

During the year this Company, under the direction of its President, Mr. Waldo J. Holden, produced its highest net profit to date. It was also successful in adding to the roster which it represents, a major radio station in Ottawa and the dominant radio station in Vancouver.

In February, 1966, a new subsidiary was formed in the United States under the name of Canadian Standard Broadcast Sales Inc. to represent Canadian radio and television stations. This Company acquired the business of the United States sales representative company which handled our sales in that

country for a number of years, and it is anticipated that this business can be expanded.

TELEVISION

Your Company's interest in the field of television, particularly in the Toronto area, continues unabated. In recent months we have been urging the Department of Transport to study various proposals which our engineers have placed before it to re-allocate the VHF television channels in Eastern Canada in order to make more of these available and, in particular, provide an additional channel to serve the Toronto area. In anticipation of this, and of a possible change being made in Government policy permitting further licenses to be granted, CFRB Limited has recently lodged with the authorities a new application for a television license in the Toronto area.

* * * * *

We extend our sincere appreciation to the members of the staff in Toronto, Montreal, Ottawa and New York, and other associates of our organization who have performed their duties with sustained enthusiasm and have made this another year of record achievement.

JOHN A. McDOUGALD
Chairman of the Board

W. C. THORNTON CRAN
President

June 3, 1966.

STANDARD R

AND SUBSIDI

CONSOLIDATED**A S A T M A R****ASSETS**

	1966	1965
CURRENT		
Cash.....	\$ 75,122	\$ 64,725
Marketable and other investments— at cost, which approximates market value.....	2,969,726	2,427,608
Accounts receivable.....	988,382	851,707
Mortgage receivable.....	375,000	—
Prepaid expenses.....	152,181	137,882
	<u>4,560,411</u>	<u>3,481,922</u>
FIXED—at cost		
Buildings and equipment.....	2,664,839	2,485,278
Accumulated depreciation.....	1,876,596	1,673,844
	<u>788,243</u>	<u>811,434</u>
Leasehold improvements, less amortization.....	449,483	210,685
Land.....	222,367	475,542
	<u>1,460,093</u>	<u>1,497,661</u>
	<u>\$6,020,504</u>	<u>\$4,979,583</u>

AUDITORS' REPORT

We have examined the consolidated balance sheet of Standard Radio Limited and subsidiary companies as at March 31, 1966, and the consolidated statements of earnings, reinvested earnings, and source and use of funds, for the year ended on that date. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

Toronto, May 10, 1966

DIO LIMITED

COMPANIES

ALANCE SHEET

H 31, 1966

LIABILITIES

	1966	1965
CURRENT		
Accounts payable and accrued.....	\$ 362,472	\$ 239,194
Provision for income taxes.....	572,148	509,387
Dividend payable.....	97,094	80,664
	<u>1,031,714</u>	<u>829,245</u>

SHAREHOLDERS' EQUITY

Capital stock		
Authorized—		
2,000,000 common shares without nominal or par value		
Issued and fully paid—		
1,078,925 shares (Note 2).....	366,669	326,211
Reinvested earnings.....	<u>4,622,121</u>	<u>3,824,127</u>
	4,988,790	4,150,338
	<u>\$6,020,504</u>	<u>\$4,979,583</u>

Signed on behalf of the Board:

A. BRUCE MATTHEWS
W. C. THORNTON CRAN
Directors

THE SHAREHOLDERS

In our opinion, the accompanying consolidated balance sheet and consolidated statements of earnings, reinvested earnings, and source and use of funds, when read in conjunction with the notes thereto, present fairly the consolidated financial position of the companies as at March 31, 1966, and the consolidated results of their operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

He Donald Currie & Co.
Chartered Accountants.

CONSOLIDATED STATEMENT OF EARNINGS

FOR THE YEAR ENDED MARCH 31

	1966	1965
OPERATING PROFIT—before depreciation and amortization (Notes 1 and 3).....	\$ 2,698,388	\$ 2,371,596
Depreciation and Amortization.....	260,863	262,852
	2,437,525	2,108,744
Income from investments.....	126,747	81,840
Profit on sale of land.....	46,095	—
	2,610,367	2,190,584
PROVISION FOR INCOME TAXES.....	1,341,000	1,122,000
NET EARNINGS FOR THE YEAR.....	<u>\$ 1,269,367</u>	<u>\$ 1,068,584</u>
<i>Net earnings per share</i>	\$ 1.176	.994

CONSOLIDATED STATEMENT OF REINVESTED EARNINGS

FOR THE YEAR ENDED MARCH 31

	1966	1965
BALANCE—Beginning of year.....	\$ 3,824,127	\$ 3,029,718
Net earnings for the year.....	1,269,367	1,068,584
	5,093,494	4,098,302
Dividends paid.....	339,217	274,175
Goodwill, contracts and other intangible assets of United States subsidiary purchased during the year written off.....	132,156	—
BALANCE—End of year.....	<u>\$ 4,622,121</u>	<u>\$ 3,824,127</u>

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. SALES OR GROSS REVENUE—The total amount of sales or gross revenue derived from the operations of the Company and its subsidiaries has been omitted as authorized by a court order dated May 2, 1966, made under Section 117 of the Canada Corporations Act.
2. STOCK OPTION PLAN—Of the 50,000 unissued shares reserved under the stock option plan approved by the shareholders on June 24, 1964, there are 14,100 shares which have not as yet been allotted. At March 31, 1966 there were unexercised options covering 31,975 shares (directors or officers 8,200 shares; other key employees of the company and its subsidiaries 23,775 shares). Option prices, which are not less than market prices when the options were granted, range from \$11.81 to \$19.63 per share and options are exercisable for terms not exceeding five years. During the year options were exercised on 3,425 shares for consideration of \$40,458.
3. DIRECTORS' REMUNERATION—Remuneration and fees paid to company's directors including directors holding salaried employment with the company totalled \$109,750.
4. LONG TERM LEASE—The aggregate liability as at March 31, 1966, for future rental under leases on premises occupied by the companies amounts to \$2,594,000 and is applicable to terms not exceeding 24 years.
5. UNITED STATES SUBSIDIARY—The accounts of this subsidiary company have been converted at the approximate rate of exchange prevailing at the year end.

CONSOLIDATED STATEMENT OF SOURCE AND USE OF FUNDS

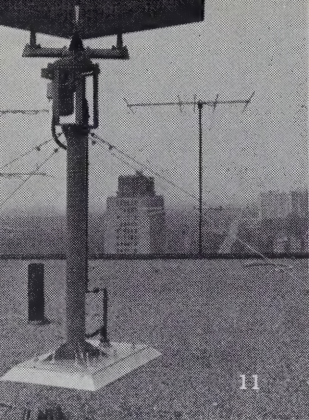
FOR THE YEAR ENDED MARCH 31

	1966	1965
<i>Source of Funds</i>		
Net earnings for the year.....	\$ 1,269,367	\$ 1,068,584
Add: Charges not requiring cash outlay—		
Depreciation and amortization.....	260,863	262,852
	<u>1,530,230</u>	<u>1,331,436</u>
Deduct: Profit on sale of land.....	46,095	—
	<u>1,484,135</u>	<u>1,331,436</u>
Proceeds on sale of fixed assets.....	441,546	24,812
Proceeds from issue of shares under option.....	40,458	5,906
	<u>1,966,139</u>	<u>1,362,154</u>
<i>Use of Funds</i>		
Additions to fixed assets.....	618,746	257,194
Dividends.....	339,217	274,175
Goodwill, contracts and other intangible assets of		
United States subsidiary purchased during the year	132,156	—
	<u>1,090,119</u>	<u>531,369</u>
Increase in Working Capital.....	<u>876,020</u>	<u>830,785</u>
Working Capital—Beginning of Year.....	2,652,677	1,821,892
Increase in Working Capital.....	876,020	830,785
Working Capital—End of Year.....	<u>\$ 3,528,697</u>	<u>\$ 2,652,677</u>

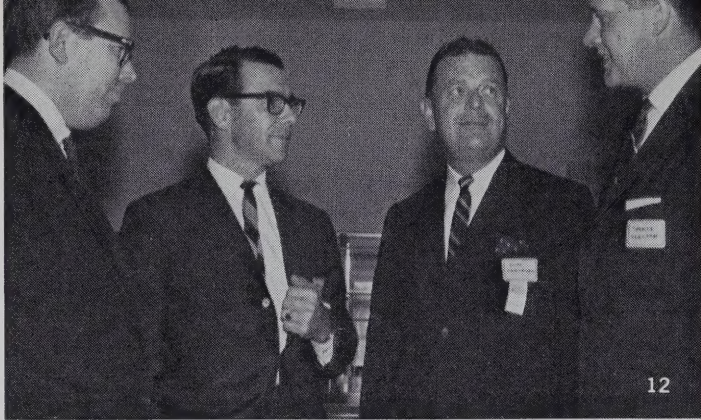
SIX YEAR COMPARATIVE STATEMENT OF EARNINGS

(000 OMITTED)

	1966	1965	1964	1963	1962	1961
Operating Profit before						
Depreciation.....	2,698	2,372	2,041	1,542	1,230	794
Depreciation.....	261	263	347	173	169	58
	<u>2,437</u>	<u>2,109</u>	<u>1,694</u>	<u>1,369</u>	<u>1,061</u>	<u>736</u>
Profit on Sale of Land.....	46	—	—	—	—	—
Investment Income.....	127	82	70	64	36	65
	<u>2,610</u>	<u>2,191</u>	<u>1,764</u>	<u>1,433</u>	<u>1,097</u>	<u>801</u>
Past Service Pension Payment..	—	—	—	—	—	125
	<u>2,610</u>	<u>2,191</u>	<u>1,764</u>	<u>1,433</u>	<u>1,097</u>	<u>676</u>
Provision for Income Taxes....	1,341	1,122	917	744	578	364
Net Earnings for the Year....	<u>1,269</u>	<u>1,069</u>	<u>847</u>	<u>689</u>	<u>519</u>	<u>312</u>
Per Share (<i>Adjusted for Stock split</i> <i>in 1962</i>).....	\$ 1.176	.994	.788	.641	.482	.290



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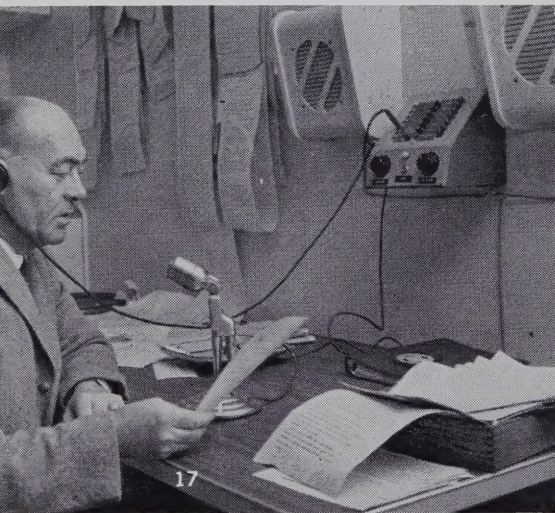
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11. This weather radar detection system, installed high above the new studios, scans skies around a 68-mile radius to alert CFRB/CKFM listeners of rain.

12. Jeremy Brown, Telegram Entertainment Editor; CFRB's Bill McVean and Don Hartford; and Spencer Skelton of Dow Brewery were among guests at the CFRB/CKFM housewarming.

13. Singer Harry Belafonte was another of many stars visiting Montreal last year to make an appearance before the CJAD microphone.

14. CJAD and The Montreal Star combined forces to cover last November's Federal Election with much success. Liberal MP, John Turner, is pictured in the City Room being interviewed with Editor-in-Chief George V. Ferguson, CJAD's Len Rowcliffe, and Walter O'Hearn, Managing Editor (back to camera).

15. Canadian Standard Broadcast Sales Inc. opened its New York office in February, with Tom Malone responsible for Television, and Harold Abernethy in charge of Radio Sales.

16. Mel Cooper of CKNW Vancouver, left, and Jack Daly of CKOY Ottawa, right, discuss with SBS President Waldo Holden how Standard Broadcast Sales now represents the dominant stations in Canada's five major markets.

17. Jack Dennett interrupts CFRB/CKFM programs from the Newsroom during last November's power blackout, to reassure listeners with the latest bulletins.

18. The controversial Charles Templeton and Pierre Berton meet each weekday morning to discuss current issues on CFRB's "Dialogue".

19. The new CJAD News Cruiser is fully-equipped with the latest shortwave broadcasting equipment for coverage of special events.

20. World-famous golfer, Arnold Palmer, is interviewed by Sports Director Bill Stephenson during CFRB's on-the-spot coverage of the Canadian Open Golf Championships at the Mississauga Golf and Country Club last July.



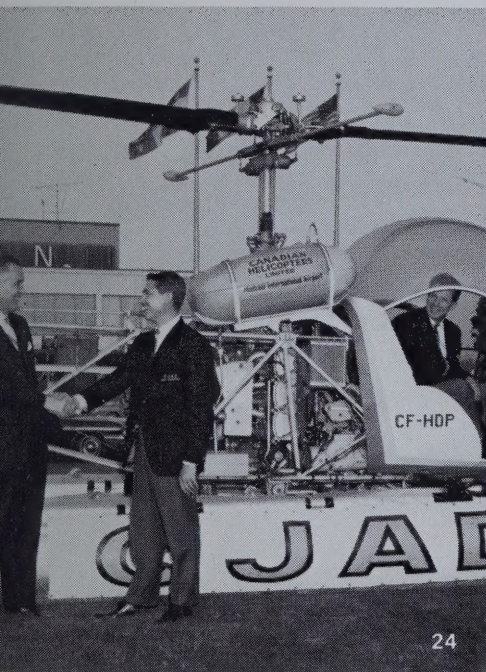
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21. CJAD's H. T. McCurdy accepts the Citation of Merit from J. V. Carroll of the Canadian Cancer Society for the station's support of the 1965 Appeal.

22. CFRB's Record Library is pictured above in its new quarters. Here the staff of four prepares programs from a selection of over 100,000 numbers.

23. CFRB/CKFM Sales Representative, and former football great, Dick Shatto, is seen here during one of his many public relations speaking engagements on behalf of the stations.

24. The CJAD traffic helicopter returns to its base near the Airport Hilton after guiding Montreal motorists to and from work.

25. CFRB's Background Music Division is now in operation. Manager Larry Dobby, left, is shown with his technical staff and one of the service vehicles outside offices at 66 Portland Street, Toronto.

26. Four students from the Avonlea Curling Club took home the CFRB trophy from the station-sponsored Junior Mixed Bonspiel at the Thornhill Country Club last Boxing Day.

27. Jazzman Duke Ellington played the role of disc jockey when CKFM featured the world premiere of the "Ellington Era" album. Helen McNamara, Telegram Jazz Critic, and CKFM's Russ Thompson joined Ellington in the 90-minute special.

28. CJAD morning man Bill Roberts talks to two small fans during the station's "Family Watermelon Feast" held at a Montreal shopping centre on a hot Saturday afternoon in July.

29. Isabel LeBourdais, author of "The Trial of Steven Truscott", was a guest in a 90-minute uninterrupted CFRB special examining facts contained in the controversial book.

30. Operator Bev Edwards at the controls in one of the eleven studios in CFRB's new premises.

31. Two Mrs. Kennedy's . . . CFRB Women's Editor Betty Kennedy and Mrs. Rose Kennedy, chat during a recent visit to Toronto by the mother of the late American president.



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